



AGENDA ACTION FORM

Consideration of a Resolution to Authorize Funding for the Reedy Creek Trunk Sewer Replacement (Lovedale to Clinchfield) with a Clean Water State Revolving Loan and Authorize the Mayor to Sign All Necessary Documents

To: Board of Mayor and Aldermen

From: Chris McCartt, City Manager *CM*

Action Form No.: AF-222-2026
Work Session: August 3, 2026
First Reading: N/A

Final Adoption: August 4, 2026
Staff Work By: Will Stallard
Presentation By: Ryan McReynolds

Strategic Focus Area: Sustainable Infrastructure

Recommendation:

Approve the Resolution

Executive Summary:

If approved, this resolution would authorize the execution of a State Revolving Loan for \$6,000,000, with \$1.8 million subject to principal forgiveness, to provide funding for the construction of the Reedy Creek Trunk Sewer Replacement Project (Lovedale to Clinchfield).

The Reedy Creek Trunk Sewer Replacement project is a culmination of efforts to implement key aspects of the Wastewater System Master Plan developed in 2009. The entire project includes approximately 21,000 linear feet of 36" sewer line replacement, beginning at Lovedale Drive and ending near the west side of John B. Dennis Highway (SR 93). The project will increase capacity and reduce infiltration and inflow through new infrastructure and will be divided into several phases.

This phase of work will start at Lovedale Dr and continue past Clinchfield Dr near Cassell Dr. The project includes approximately 2,400 linear feet of 36" sewer main and 2,100 linear feet of cast-in-place lining for an existing 18" sewer main.

The City of Kingsport wishes to fund these improvements through the State of Tennessee Clean Water Revolving Loan Fund. The City is requesting a loan amount of \$6,000,000. Contingent upon State Revolving Loan approval, the interest rate will be 1.97% for a 20-year term and includes \$1,800,000.00 in principal forgiveness. Rates and terms for the State Loan are more favorable than those in the Bond Market at this time.

Attachments:

1. Resolution
2. State Clean Water State Revolving Fund Encumbrance Letter
3. Location Map

	Y	N	O
Baker	—	—	—
Cooper	—	—	—
Duncan	—	—	—
George	—	—	—
Mayes	—	—	—
Phillips	—	—	—
Montgomery	—	—	—